



STATE OF MICHIGAN  
TERRI LYNN LAND, SECRETARY OF STATE  
DEPARTMENT OF STATE  
LANSING

ORIGINAL

February 27, 2006

State HAVA Funding Reports  
U.S. Election Assistance Commission  
1225 New York Avenue, NW, Suite 1100  
Washington, DC 20005

To Whom It May Concern:

Enclosed please find a financial status report (SF269) for the Help America Vote Act (HAVA), Title I, Section 102 funds. This report reflects activity from January 1, 2005 to December 31, 2005.

Additionally, enclosed please find a narrative report which details the number and type of articles of voting equipment obtained with Section 102 funds.

If you have any questions regarding these reports, please contact Carri Simon, Department of State, Financial Services Division, at (517) 373-7941.

Sincerely,

Brian DeBano  
Chief of Staff and Chief Operating Officer

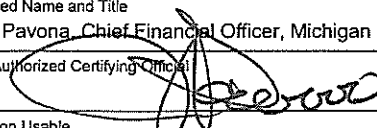
Enclosures

c: Christopher Thomas  
Joseph Pavona  
Gena Hyde  
Carri Simon  
Peggy Sims

**FINANCIAL STATUS REPORT  
(Long Form)**

*(Follow instructions on the back)*

**ORIGINAL**

1. Federal Agency and Organizational Element to Which Report is Submitted <b>U.S. Election Assistance Commission</b>		2. Federal Grant or Other Identifying Number Assigned By Federal Agency <b>HAVA - CFDA 39.011, Title I, Section 102</b>		OMB Approval No. <b>0348-0039</b>	Page of <b>1</b> of <b>1</b> pages
3. Recipient Organization (Name and complete address, including ZIP code) <b>State of Michigan, Michigan Department of State Treasury Building, Fourth Floor, 430 West Allegan, Lansing, MI 48918</b>					
4. Employer Identification Number <b>38-6000134</b>		5. Recipient Account Number or Identifying Number <b>Account 21500</b>		6. Final Report <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
7. Basis <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual					
8. Funding/Grant Period (See instructions) From: (Month, Day, Year)		To: (Month, Day, Year)		9. Period Covered by this Report From: (Month, Day, Year)	
				To: (Month, Day, Year)	
10. Transactions:				I Previously Reported	I This Period
				III Cumulative	
a. Total outlays				874,668.28	3,272,025.48
				0.00	0.00
b. Refunds, rebates, etc.				0.00	0.00
c. Program income used in accordance with the deduction alternative				0.00	0.00
d. Net outlays (Line a, less the sum of lines b and c)				874,668.28	3,272,025.48
				0.00	4,146,693.76
Recipient's share of net outlays, consisting of:					
e. Third party (in-kind) contributions				0.00	0.00
f. Other Federal awards authorized to be used to match this award				0.00	0.00
g. Program income used in accordance with the matching or cost sharing alternative				0.00	0.00
h. All other recipient outlays not shown on lines e, f or g				0.00	0.00
i. Total recipient share of net outlays (Sum of lines e, f, g and h)				0.00	0.00
j. Federal share of net outlays (line d less line i)				874,668.28	3,272,025.48
					4,146,693.76
k. Total unliquidated obligations					759,748.36
l. Recipient's share of unliquidated obligations					0.00
m. Federal share of unliquidated obligations					759,748.36
n. Total Federal share (sum of lines j and m)					4,906,442.12
o. Total Federal funds authorized for this funding period					6,765,672.73
p. Unobligated balance of Federal funds (Line o minus line n)					1,859,230.61
Program income, consisting of:					
q. Disbursed program income shown on lines c and/or g above					0.00
r. Disbursed program income using the addition alternative					0.00
s. Undisbursed program income					0.00
t. Total program income realized (Sum of lines q, r and s)					0.00
11. Indirect Expense					
a. Type of Rate (Place "X" in appropriate box) <input checked="" type="checkbox"/> Provisional <input type="checkbox"/> Predetermined <input type="checkbox"/> Final <input checked="" type="checkbox"/> Fixed					
b. Rate <b>17.02%</b>		c. Base <b>0.00</b>		d. Total Amount <b>0.00</b>	
				e. Federal Share <b>0.00</b>	
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation. <b>Line o includes \$234,388.74 in interest income. Line 11b lists preliminary indirect rate. This rate is still under negotiation.</b>					
13. Certification: I certify to the best of my knowledge and belief that this report is correct and complete and that all outlays and unliquidated obligations are for the purposes set forth in the award documents.					
Typed or Printed Name and Title <b>Joseph P. Pavona, Chief Financial Officer, Michigan Department of State</b>				Telephone (Area code, number and extension) <b>(517) 241-4500</b>	
Signature of Authorized Certifying Officer 				Date Report Submitted <b>February 27, 2006</b>	

**Michigan Department of State**  
**Report on HAVA, Title I, Section 102 Funds**  
**Activity for the Period of January 1, 2005 through December 31, 2005**

ORIGINAL

In calendar year 2005, the Michigan Department of State expended \$3,272,025.48, and encumbered \$759,748.36, of HAVA, Title I, Section 102 funds. These funds were used to replace punch card and lever voting systems with optical scan voting systems and precinct-based tabulation technology. The State has contracts with three vendors: Election Systems and Software, Inc. (ES&S), Diebold Election Systems, Inc., and Sequoia Voting Systems, Inc. The following optical scan voting systems were purchased in accordance with Michigan's State Plan:

<b>Type of Equipment Being Replaced</b>	<b>Vendor</b>	<b>Model of New Equipment Purchased</b>	<b>Quantity Purchased</b>
Punch Card Voting System	ES&S	M100 Precinct Count Optical Scan Tabulator	382
Punch Card Voting System	Diebold	Accuvote – OS Optical Scan Precinct Tabulator	57
Punch Card Voting System	Sequoia	Insight Optech Precinct Count Optical Scan Tabulator	332
Lever Voting System	ES&S	M100 Precinct Count Optical Scan Tabulator	202
Lever Voting System	Diebold	Accuvote – OS Optical Scan Precinct Tabulator	126
Lever Voting System	Sequoia	Insight Optech Precinct Count Optical Scan Tabulator	164
<b>Total Number of Optical Scan Voting Systems Purchased in 2005</b>			<b>1,263</b>
<b>Amount Awarded Per Precinct</b>			<b>\$3,192.22</b>
<b>Total Section 102 Funds Expended</b>			<b>\$4,031,773.84</b>

The cost of these optical scan voting systems exceeded \$3,192.22 per precinct. Therefore, \$3,192.22 of the cost of these 1,263 systems was funded from Section 102 funds, and the remainder was funded from Title II funds.